

104TH CONGRESS
2D SESSION

H. R. 3851

To authorize the Secretary of the Interior to provide a loan guarantee to the Olivenhain Water Storage Project, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JULY 18, 1996

Mr. CUNNINGHAM introduced the following bill; which was referred to the Committee on Resources

A BILL

To authorize the Secretary of the Interior to provide a loan guarantee to the Olivenhain Water Storage Project, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. OLIVENHAIN WATER STORAGE PROJECT LOAN**
4 **GUARANTEE.**

5 (a) LOAN GUARANTEE.—The Secretary of the Inte-
6 rior is authorized to provide a loan guarantee to either
7 the Olivenhain Municipal Water District (hereinafter re-
8 ferred to as the “District”) or to a nongovernmental devel-
9 oper selected by the District for the purpose of building
10 and financing the Olivenhain Water Storage Project in

1 northern San Diego County, California. The guaranteed
2 loan shall be available under the existing authorization
3 ceiling contained in the Small Reclamation Projects Act
4 of 1956 (43 U.S.C. 422a et seq.). The guaranteed loan
5 shall bear interest at the rate agreed upon by the borrower
6 and lender. As used in this section, a guaranteed loan is
7 one which is initially made, held, and serviced by a legally
8 organized lending institution, and which is guaranteed by
9 the Secretary of the Interior. Any guarantee issued pursu-
10 ant to this section shall constitute an obligation, in accord-
11 ance with the terms of such guarantee, of the United
12 States Government and the full faith and credit of the
13 United States is hereby pledged to the full performance
14 of the obligation.

15 (b) SECURITY.—To ensure the repayment of any loan
16 guaranteed under this section and as a condition for re-
17 ceiving the guarantee, the Secretary of the Interior shall
18 require the District to furnish such security as may be
19 considered necessary and appropriate by the Secretary of
20 the Interior in making the guarantee.

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